



March 27, 2014

United States Environmental Protection Agency – Region 6
1445 Ross Avenue, Suite 1200
Dallas, TX 75202-2733
Attention: Wren Stenger, Director of Multimedia Planning and Permitting Division

RE: Freeport LNG Liquefaction Project – Permit No. PSD-TX-1302-GHG; Request for Transfer of Permit Application to TCEQ

Dear Mr. Stenger,

Freeport LNG Development has received your letter, dated March 27, 2014, requesting us to state our intentions to either proceed with EPA as our greenhouse gas (GHG) permitting authority or request a transfer of our pending GHG prevention of significant deterioration (PSD) permit to TCEQ. **Freeport LNG Development hereby selects to designate the TCEQ as our GHG PSD permitting authority and requests that our GHG PSD permit application for our Pretreatment and Liquefaction Plant (Permit No. PSD-TX-1302-GHG), and all relevant materials related thereto, be transferred to TCEQ for final processing and issuance.** Freeport LNG Development would greatly appreciate EPA's close collaboration with TCEQ in this transition process. If there is any assistance we can provide during this transition period, we are happy to help.

Freeport LNG Development recognizes that TCEQ has not yet been fully and finally vested with the authority to issue GHG PSD permits. In the unlikely event that EPA fails to timely finalize its approval of the SIP or rescind the FIP, however, Freeport LNG Development would expect to re-engage EPA in order to obtain the necessary GHG PSD permit for its planned facility.

In closing, Freeport LNG Development would like to take this opportunity to thank the EPA for its assistance through the GHG permitting process to date, including the time and effort taken by EPA staff members Aimee Wilson and Jeff Robinson. EPA staff has been responsive and professional in their efforts on our permit application.

If you have any questions regarding this transition request, please contact me at your convenience at 713-333-4271 or by email at mmallett@freeportlng.com.

Sincerely,

A handwritten signature in black ink, appearing to read "Mark W. Mallett", written over a horizontal line.

Mark W. Mallett, P.E.
Senior V.P. – Operations & Projects